



JOHN NAIMO
AUDITOR-CONTROLLER

**COUNTY OF LOS ANGELES
DEPARTMENT OF AUDITOR-CONTROLLER**

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February 18, 2015

TO: Sachi Hamai
Interim Chief Executive Officer

FROM: John Naimo 
Auditor-Controller

SUBJECT: **FISCAL YEAR 2014-15 SECOND QUARTER REPORT ON AUDIT-RELATED FUNDING TRANSFERRED FROM GENERAL FUND DEPARTMENTS**

In the Fiscal Year (FY) 2010-11 Supplemental Budget, \$1.6 million in Net County Cost (NCC) was transferred from selected General Fund departments to the Auditor-Controller (A-C) Operating budget to fund audit-related services for those departments. As a result, these General Fund departments are no longer billed for cyclical and routine audits conducted by the Auditor-Controller.

As part of the agreement in providing this funding, your office requested that we provide an annual recap of the actual cost of the audit-related services provided to these departments. The Audit Committee also requested that, beginning in FY 2011-12, we provide this same information on a quarterly basis. Attached is a chart detailing the audits and associated costs by department for the second quarter of this fiscal year. Based on current estimates, audit costs are projected to marginally exceed the budget.

Please call me if you have any questions, or your staff may contact Elaine Ma, Budget & Fiscal Officer, at (213) 974-7605.

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FY 2014-15 Audit Services for NCC GF Depts - Cover Memo - 2nd Qtr.docx

Attachment

c: Audit Committee

AUDITOR-CONTROLLER
FY 2014-15
Audit Costs for NCC-General Fund Departments

Dept. - Audit / Assistance Provided	1st Qtr. Total	2nd Quarter			2nd Qtr. Total	FY 2014-15 Total
		OCT 2014	NOV 2014	DEC 2014		
Alternate Public Defender						
Payroll & Personnel Review	13,483.79	17,487.74	3,295.00	4,273.27	25,056.01	38,539.80
TOTAL	13,483.79	17,487.74	3,295.00	4,273.27	25,056.01	38,539.80
Animal Care & Control						
Departmental Request, Technical Assistance	1,919.31				0.00	1,919.31
Revenue and Collections Audit	11,404.98	40,159.79	30,101.00	23,853.51	94,114.30	105,519.28
TOTAL	13,324.29	40,159.79	30,101.00	23,853.51	94,114.30	107,438.59
Chief Executive Office						
Departmental Request, Technical Assistance	5,027.40	837.42		558.27	1,395.69	6,423.09
Claims Vision System	3,032.24	1,895.21	405.62	3,926.60	6,227.43	9,259.67
Labor-Management Advisory Committee (LMAC) Tech Assistance	0.00		1,836.71	189.54	2,026.25	2,026.25
TOTAL	8,059.64	2,732.63	2,242.33	4,674.41	9,649.37	17,709.01
Agricultural Commissioner/Weights & Measures						
ACWM Voyager Card Review	35,110.59	12,117.72	19,264.48	18,114.99	49,497.19	84,607.78
TOTAL	35,110.59	12,117.72	19,264.48	18,114.99	49,497.19	84,607.78
Beaches & Harbors						
Small Craft Harbor Design Control Board Sunset Review	3,010.29	10,996.80	8,919.92	239.92	20,156.64	23,166.93
TOTAL	3,010.29	10,996.80	8,919.92	239.92	20,156.64	23,166.93
Board of Supervisors						
Third Party Liability Letters FY 12-13	19,908.15				0.00	19,908.15
Commission on Alcohol and Other Drugs Sunset Review	1,429.73				0.00	1,429.73
Trust, Accruals, and Commitments Review	16,642.26	108.43			108.43	16,750.69
Sunset Review Miscellaneous	2,405.22	2,312.66	(720.65)		1,592.01	3,997.23
Board of Supervisors Miscellaneous	0.00		54.22		54.22	54.22
TOTAL	40,385.37	2,421.09	(666.43)	0.00	1,754.66	42,140.03
District Attorney						
District Attorney Voyager Card Review	44,112.05		81.32		81.32	44,193.37
District Attorney Procurement Review	94,682.11	30,313.29	7,126.15		37,439.44	132,121.55
Request to Change/Close Revolving Funds	216.86			46.52	46.52	263.38
TOTAL	139,011.02	30,313.29	7,207.47	46.52	37,567.28	176,578.30
Chief Information Office						
Board IT Policy Revision Review	6,443.52	303.23			303.23	6,746.75
Security Engineering Team	1,544.31				0.00	1,544.31
CIO Security Meetings	595.86	148.10	216.87		364.97	960.83
McAfee Vulnerability for Audit	1,971.90			1,084.36	1,084.36	3,056.26
Security Engineering Team	3,194.55	216.86	542.18	325.30	1,084.34	4,278.89
TOTAL	13,750.15	668.19	759.05	1,409.66	2,836.90	16,587.05
Coroner/Medical Examiner						
Coroner Management Audit Follow-up Review	6,804.83	1,191.81	975.91	108.43	2,276.15	9,080.98
TOTAL	6,804.83	1,191.81	975.91	108.43	2,276.15	9,080.98
Probation						
Probation Board IT and Security Policy Review	65,028.52	19,344.85	23,108.47	2,069.55	44,522.87	109,551.39
Probation Contracting Review	117,230.60	10,391.36	8,629.14	10,081.05	29,101.55	146,332.15
Probation Trust Fund Audits in Compliance with Welfare & Institutions Code 275(b)	871.84				0.00	871.84
Departmental Request, Technical Assistance	661.64	335.86	151.62	189.78	677.26	1,338.90
Probation Prop A Transcribing Services	0.00			4,822.62	4,822.62	4,822.62
TOTAL	183,792.60	30,072.07	31,889.23	17,163.00	79,124.30	262,916.90
Parks and Recreation						
Parks Prop A Maintenance Services	606.51	644.38	75.81		720.19	1,326.70
Parks Voyager Card Review	14,996.32	2,358.45	704.81	1,762.06	4,825.32	19,821.64
Parks Commission Sunset Review	471.67	1,120.16	5,184.56	7,710.26	14,014.98	14,486.65
Proposition A - Stevenson Ranch Area	41,409.23	151.63			151.63	41,560.86
Departmental Request, Technical Assistance	37.91	189.53			189.53	227.44
WO #8-20A P&P Concessionaire Revenue Agreement F/C Audit	4,146.99	1,409.65	997.02		2,406.67	6,553.66
TOTAL	61,668.62	5,873.80	6,962.20	9,472.32	22,308.32	83,976.94
Registrar-Recorder						
Revolving Fund Review 2012-13	379.04	(265.33)	8,457.63		8,192.30	8,571.34
RR/CC Change Fund Increase Request 3	298.16	69.79			69.79	367.95
Departmental Request, Technical Assistance	260.07				0.00	260.07
Equipment and Supply Warehousing Review	16,849.89	26,637.51		17,163.58	43,801.09	60,650.98
TOTAL	17,787.15	26,441.97	8,457.63	17,163.58	52,063.18	69,850.33

AUDITOR-CONTROLLER
FY 2014-15
Audit Costs for NCC-General Fund Departments

Dept. - Audit / Assistance Provided	1st Qtr. Total	2nd Quarter			2nd Qtr. Total	FY 2014-15 Total
		OCT 2014	NOV 2014	DEC 2014		
Sheriff's						
Sheriff's Capital Projects Funding Review: Dec 13 - Feb 14	568.57				0.00	568.57
Capital Projects Funding Review: March 14 - May 14	35,778.29				0.00	35,778.29
Capital Projects Funding Review: June 14	35,235.81				0.00	35,235.81
Departmental Request, Technical Assistance	947.65			151.62	151.62	1,099.27
2014-2015 Citizen's Commission on Jail Violence Fiscal Review	633.81	1,940.32	37.91		1,978.23	2,612.04
Sheriff's Finding Summary Update	0.00	2,880.72	75.81		2,956.53	2,956.53
Sheriff's FY 14-15 Q1 PFU Validation	0.00		15,640.09	7,594.79	23,234.88	23,234.88
TOTAL	73,164.13	4,821.04	15,753.81	7,746.41	28,321.26	101,485.39
Treasurer and Tax Collector						
TTC Trust Funds Review	14,035.58	4,854.62	3,672.86	162.65	8,690.13	22,725.71
WO #7-97 Redemption Fiscal/Compliance Audit	325.28		1,062.28	1,810.28	2,872.56	3,197.84
TOTAL	14,360.87	4,854.62	4,735.14	1,972.93	11,562.69	25,923.56
Multiple Departments						
IT Risk Assessment FY 12-13	909.67				0.00	909.67
Optical Archive Assistance	0.00			542.17	542.17	542.17
Internal Control Certification Program FY 13-14 Monitoring, Follow-up, and Technical Assistance Multiple Depts.	7,658.87	2,873.56	975.92		3,849.48	11,508.35
Audit Recommendation Follow-up as of 12/31/13	6,542.93			216.87	216.87	6,759.80
IT Risk Assessment	4,669.84				0.00	4,669.84
Revolving Fund Review 2013-14	4,915.86	4,717.35	2,977.09		7,694.44	12,610.30
Foundation Report Monitoring FY 13-14	6,074.75	3,412.37	36.27	1,796.25	5,244.89	11,319.64
Countywide IT Risk Assessment FY 14-15	20,919.03	16,706.87	903.20	3,032.31	20,642.38	41,561.41
Third Party Liability Letters FY 13-14	4,830.67	1,596.07	3,377.98	7,944.10	12,918.15	17,748.82
Internal Control Certification Program FY 14-15 Monitoring, Follow-up, and Technical Assistance Multiple Depts.	0.00			650.61	650.61	650.61
Audit Recommendation Follow-up as of 12/31/14 Multiple Depts.	0.00			4,228.99	4,228.99	4,228.99
TOTAL	56,521.62	29,306.22	8,270.46	18,411.30	55,987.98	112,509.60
TOTAL AUDIT COSTS FOR NCC-GENERAL FUND DEPTS.						
	680,234.96	219,458.78	148,167.20	124,650.25	492,276.23	1,172,511.19